

TERRE DES HOMMES GERMANY
India Programme

Balance Sheet as at March 31, 2018
(In relation to the business carried in India)

Particulars	Note No.	Figures as at the end of current Financial Year ending on March 31,2018	Figures as at the end of previous Financial Year ending on March 31,2017
		(In Rupees)	(In Rupees)
I EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Capital			
(b) Reserves and surplus	A-1	67,35,973.21	1,29,26,644.64
(c) Money received against share warrants			
2 Share application money pending allotment			
3 Non-current liabilities			
(a) Long-term borrowings			
(b) Deferred tax liabilities (net)			
(c) Other long term liabilities			
(d) Long-term provisions			
4 Current liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables			
(c) Other current liabilities	A-2	4,40,825.78	5,89,949.18
(d) Short-term provisions		-	-
TOTAL		71,76,798.99	1,35,16,593.82
II APPLICATION OF FUNDS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	A-3	19,50,796.17	22,82,561.00
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances	A-4	5,09,000.00	5,09,000.00
(e) Other non-current assets		-	-
		24,59,796.17	27,91,561.00
2 Current assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables(Sundry Debtors)		-	-
(d) Cash and bank balances	A-5	20,49,964.07	89,84,963.63
(e) Short-term loans and advances	A-6	8,92,147.00	11,49,085.00
(f) Other current assets	A-7	17,74,891.75	5,90,984.19
		47,17,002.82	1,07,25,032.82
TOTAL		71,76,798.99	1,35,16,593.82

Notes to accounts

Part- B & C

The notes referred to above and accompanying notes form an integral part of the Financial Statements.

As per our report of even date attached
For M.P.Chitale & Co
Chartered Accountants
Firm Registration No. 101851W

Niteenchandra Limaye
Partner
M.No. 042353

Date : 28.08.2018
Place: Pune



For and on behalf of the Executive Board
Terre des hommes Germany

Ingrid Mendonca
Regional Coordinator
Authorised Signatory

Date : 28.08.2018
Place : Pune



TERRE DES HOMMES GERMANY
India Programme

Statement of Profit and Loss for the year ended March 31, 2018
(In relation to the business carried in India)

Particulars	Note No.	Figures for the period from 01/04/2017 to 31/03/2018 (Current Reporting Period)	Figures for the period from 01/04/2016 to 31/03/2017 (Previous Reporting Period)
		(In Rupees)	(In Rupees)
I Revenue from operations	A-8	3,91,31,608.98	4,87,41,818.77
II Other income	A-9	1,61,683.46	3,75,229.95
III Total Revenue (I+II)		3,92,93,292.44	4,91,17,048.72
IV Expenses:			
Project Grants made	A-10	2,08,54,917.98	1,57,05,413.00
Cost of materials consumed		-	-
Purchases of Stock-in-Trade		-	-
Changes in inventories of finished goods,work-in-progress and Stock-in-Trade		-	-
Employee benefit expense	A-11	1,16,30,902.00	1,95,13,811.00
Finance costs		-	-
Depreciation and amortisation expense	A-3	4,42,051.83	5,78,639.00
Other expenses	A-12	63,65,420.63	1,33,19,185.72
Total expenses		3,92,93,292.44	4,91,17,048.72
V Profit before exceptional and extraordinary items and tax (III-IV)		-	-
VI Exceptional items		-	-
VII Profit before extraordinary items and tax (V-VI)		-	-
VIII Extraordinary Items		-	-
IX Profit before tax (VII-VIII)		-	-
X Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
(3) Short (Excess) provision of income tax on account of earlier years		-	-
XI Profit/(Loss) for the period from continuing operations (IX-X)		-	-
XII Profit/(Loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/Loss from discontinuing operations (after tax) (XII-XIII)		-	-
XV Profit/(Loss) for the period (XI+XIV)		-	-
XVI Earnings per equity share			
(1) Basic		-	-
(2) Diluted		-	-

Notes to accounts

Part- B & C

The notes referred to above and accompanying notes form an integral part of the Financial Statements

As per our report of even date attached

For M.P.Chitale & Co

Chartered Accountants

Firm Registration No. 101851W

Niteenchandra Limaye

Partner

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Date : 28.08.2018

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Terre des hommes Germany

Ingrid Mendonca

Regional Coordinator

Authorised Signatory

Date : 28.08.2018

Place: Pune



TERRE DES HOMMES GERMANY
India Programme

Cash Flow Statement for the year ended on March 31, 2018
(In relation to the business carried in India)

Particulars	Figures as at the end of current Financial Year ending on March 31, 2018	Figures as at the end of previous Financial Year ending on March 31, 2017
	(In Rupees)	(In Rupees)
A. Cash flows from (used in) operating activities		
Profit before extraordinary items and tax	-	-
Adjustment in Capital (Funds received from Parent Company)	(61,90,671)	49,93,691
Adjustments to profit (loss)		
Adjustments for interest paid	-	-
Adjustments for interest received	(1,57,014)	(2,88,601)
Adjustments for depreciation and amortisation expense	4,42,052	5,78,639
Profit on sale of fixed assets	(2,829)	(829)
Loss on sale of fixed assets	25,292	8,998
Operating profit before working capital changes	(58,83,171)	52,91,898
Adjustments for working capital		
Adjustments for increase (decrease) in short-term loans & advances	2,56,938	92,368
Adjustments for increase (decrease) in current investments	-	-
Adjustments for increase (decrease) in other current assets	(11,83,908)	(5,53,249)
Adjustments for increase (decrease) in trade payables	(1,49,123)	(15,40,614)
Adjustments for increase (decrease) in other current liabilities	-	-
Adjustments for increase (decrease) in other non-current liabilities	-	-
Adjustments for increase (decrease) in short-term provisions	-	-
Cash generated from operations	(69,59,264)	32,90,404
Income taxes (paid)/refund	-	-
Net cash flows from (used in) operating activities	(69,59,264)	32,90,404
B. Cash flows from (used in) investing activities		
Purchase of fixed assets	(1,58,750)	(3,70,035)
Sale of fixed assets	26,000	23,828
Interest received	1,57,014	2,88,601
Net cash flows from (used in) investing activities	24,264	(57,606)
C. Cash flows from (used in) financing activities		
Repayment of long-term borrowings	-	-
Repayment of short-term borrowings	-	-
Interest paid	-	-
Net cash flows from (used in) financing activities	-	-
Net increase(decrease) in cash and cash equivalents	(69,35,000)	32,32,798
Cash and cash equivalents at beginning of period	89,84,964	57,52,166
Cash and cash equivalents at end of period	20,49,964	89,84,964
	(69,35,000)	32,32,798

As per our report of even date attached

For M/s M.P.Chitale & Co
Chartered Accountants
Firm Registration No. 101851W

Niteenchandra Limaye
Partner
M.No. 042353



Date : 28.08.2018
Place: Pune

For and on behalf of the Executive Board
Terre des hommes Germany

Ingrid Mendonca
Regional Coordinator
Authorised Signatory

Date : 28.08.2018
Place: Pune



Particulars	In Rupees	In Rupees
	Figures as at the end of current Financial Year ending on March 31,2018	Figures as at the end of previous Financial Year ending on March 31,2017
Note: A-1		
Reserves and Surplus		
General Fund		
Contribution from Head office		
Opening Balance	1,29,26,644.64	79,32,953.54
Add : Receipts during the Year	(60,27,038.31)	49,93,691.10
Less : Head office Share of Shortfall in funding by other Agencies	(22,689.00)	-
Less: Transferred to branch office	(1,40,944.12)	
	67,35,973.21	1,29,26,644.64

Particulars	In Rupees	In Rupees
	Figures as at the end of current Financial Year ending on March 31,2018	Figures as at the end of previous Financial Year ending on March 31,2017
Note: A-2		
Other Current Liabilities		
(a) Group gratuity trust	-	-
(b) Booking and other advances	-	-
(c) Deposits	-	-
(d) Salary and Wages payable	-	-
(e) VAT/ Service Tax /TDS	-	-
(f) Outstanding expenses	-	-
(g) Unutilised Grant Balances from other funding agencies	4,40,825.78	5,89,949.18
Total	4,40,825.78	5,89,949.18

Particulars	In Rupees	In Rupees
	Figures as at the end of current Financial Year ending on March 31,2018	Figures as at the end of previous Financial Year ending on March 31,2017
Note: A-3		
Short Term Provisions		
Opening Balance	-	-
(a) Provision for employee benefits	-	-
(b) Provision for expenses (Audit Fees)	-	-
	-	-



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Particulars	Figures as at the end of current Financial Year ending on March 31,2018	Figures as at the end of previous Financial Year ending on March 31,2017
Note: A-4		
Long-term loans and advances		
(a) Telephone deposit	6,000.00	6,000.00
(b) Deposit with Landlord	5,03,000.00	5,03,000.00
Total	5,09,000.00	5,09,000.00

Particulars	Figures as at the end of current Financial Year ending on March 31,2018	Figures as at the end of previous Financial Year ending on March 31,2017
Note: A-5		
Cash & Bank balances		
(i) Cash on hand	-	5,550.00
(ii) Balances with banks In savings accounts	20,49,964.07	89,79,413.63
Total	20,49,964.07	89,84,963.63



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Particulars	Figures as at the end of current Financial Year ending on March 31,2018	Figures as at the end of previous Financial Year ending on March 31,2017
Note: A-6		
Short term loans and advances		
(a) Loan to employees	6,09,000.00	7,30,500.00
(b) Advance for expenses	2,83,147.00	4,18,585.00
(c) Advance to joint Venture		
(d) Advances to suppliers (Unsecured, considered good)		
(e) Advances to Firms		
Total	8,92,147.00	11,49,085.00

Particulars	Figures as at the end of current Financial Year ending on March 31,2018	Figures as at the end of previous Financial Year ending on March 31,2017
Note: A-7		
Other current assets		
(a) Advance Tax / TDS (Net)		
(b) Deposits		
(c) Prepaid expense / insurance		
(d) Recoverable from funding agencies	17,74,891.75	5,90,984.19
Total	17,74,891.75	5,90,984.19



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Notes to Accounts

Particulars	In Rupees	In Rupees
	Figures as at the end of current Financial Year ending on March 31, 2018	Figures as at the end of previous Financial Year ending on March 31, 2017
Note: A-8		
Revenue from operations		
(a) Sale of goods manufactured		
(b) Sale of goods traded	-	-
(c.) Sale or supply of services		
(d) Contribution from Head Office	1,64,40,241.29	3,29,72,821.17
(e) Contribution from Third Party Agencies	2,26,91,367.69	1,57,68,997.60
Less:		
(d) Excise duty		
Total	3,91,31,608.98	4,87,41,818.77

Particulars	In Rupees	In Rupees
	Figures as at the end of current Financial Year ending on March 31, 2018	Figures as at the end of previous Financial Year ending on March 31, 2017
Note: A-9		
Other income		
(a) Interest income	1,57,014.46	2,88,600.95
(b) Net gain/loss on sale of assets	2,829.00	829.00
(b) Sale of Scrap	1,840.00	85,800.00
(e) Credit balances / provisions written back	-	
(f) Discount Received	-	
Total	1,61,683.46	3,75,229.95

Particulars	In Rupees	In Rupees
	Figures as at the end of current Financial Year ending on March 31, 2018	Figures as at the end of previous Financial Year ending on March 31, 2017
Note: A-10		
Project grants		
(a) Discretionary projects	23,97,974.00	52,54,108.00
(b) Cofunding projects	1,72,50,131.98	97,59,602.00
(c) Special donation projects	12,06,812.00	6,91,703.00
Total	2,08,54,917.98	1,57,05,413.00



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Particulars	Figures as at the end of current Financial Year ending on March 31, 2018	Figures as at the end of previous Financial Year ending on March 31, 2017
Note: A-11		
Employee benefit expenses		
(a) Salaries and wages	94,63,595.00	1,58,10,004.00
(b) Contribution to provident fund and E.S.I.	8,22,598.00	12,13,336.00
(c) Welfare expenses	2,94,146.00	4,43,541.00
(d) Leave encashment	36,763.00	2,53,315.00
(e) Gratuity	10,00,000.00	23,964.00
(f) Bonus and Exgratia	13,800.00	17,69,651.00
Total	1,16,30,902.00	1,95,13,811.00

Particulars	Figures as at the end of current Financial Year ending on March 31, 2018	Figures as at the end of previous Financial Year ending on March 31, 2017
Note: A-12		
Other expenses		
(a) Travelling ,conveyance and vehicle	29,05,276.00	48,76,514.00
(b) Conference/Representation expenses	1,46,550.00	3,54,794.00
(c) Temporary Staff/ Interview and Training expenses	5,46,018.00	10,86,740.00
(d) Rent	6,60,346.00	12,28,914.00
(e) Gas, Electricity and Water	1,28,680.00	1,78,714.00
(f) Cleaning	1,31,481.00	2,48,766.00
(g) Maint. & Repair to Equipments	28,323.00	73,348.00
(h) Maint. & Repair to Computer	55,213.00	1,70,751.00
(i) Maint. & Repair to Vehicle	16,574.00	14,171.00
(j) Maint. & Repair to Others	1,79,837.00	8,87,960.00
(k) Communication expenses (Telephone, Email)	3,76,106.00	6,06,922.00
(l) Stationery/subscription	1,01,173.00	2,38,440.00
(m) Software/ IT expenses	19,193.00	1,60,325.00
(n) Insurance	43,836.00	1,46,081.00
(o) Membership fees	5,900.00	35,000.00
(p) Legal and Consultany	4,83,524.00	10,71,798.00
(q) Audit fees	-	-
(r) Media expenses	42,674.00	3,31,174.00
(s) Evaluation charges	1,10,292.00	1,85,856.00
(t) Translation charges	45,126.00	1,00,057.00
(u) Postage and Courier	36,111.00	1,10,505.00
(v) Net gain/loss on sale of investments	25,292.00	8,998.00
(w) Expenses for Osnabruck Office	2,46,962.00	11,95,424.00
(a) Bank charges	30,933.63	7,933.72
Total	63,65,420.63	1,33,19,185.72



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(Amount in Rs.)

Note: A-3 Tangible assets					
Particulars	Office furniture and Fixture	Equipments	Vehicles	Computers	Total
Tangible assets					
Gross Block					
Opening balance as on 01-04-2016	1138090	1236120	13,72,631.00	16,72,379.00	54,19,220.00
Additions during FY 2016-17	13,890.00	2,41,355.00	-	1,14,790.00	3,70,035.00
Deletions during FY 2016-17	-	(31,997.00)	-	-	(31,997.00)
Recoupment Adjustment	2,451.00	50,864.00	(53,315.00)		
Closing balance as on 31-03-2017	11,49,529.00	13,94,614.00	14,25,946.00	17,87,169.00	57,57,258.00
Additions during FY 2017-18	7,800.00	41,350.00	-	1,09,600.00	1,58,750.00
Deletions during FY 2017-18	(1,280.00)	(47,183.00)	-	-	(48,463.00)
Closing balance as on 31-03-2018	11,56,049.00	13,88,781.00	14,25,946.00	18,96,769.00	58,67,545.00
Depreciation					
Opening balance as on 01-04-2016	7,80,304.00	8,91,028.00	3,41,170.00	8,83,556.00	28,96,058.00
Depreciation during FY 2016-17 @ 20%	74,335.00	1,17,289.00	2,06,292.00	1,80,723.00	5,78,639.00
As on 31st March 2017	8,54,639.00	10,08,317.00	5,47,462.00	10,64,279.00	34,74,697.00
Depreciation during FY 2017-18 as per Schedule II	82,398.13	68,060.88	2,91,592.82	6,60,889.07	4,42,051.83
As on 31st March 2018	9,37,037.13	10,76,377.88	8,39,054.82	17,25,168.07	39,16,748.83
Net Block					
As on 31st March 2017	2,94,890.00	3,86,297.00	8,78,484.00	7,22,890.00	22,82,561.00
As on 31st March 2018	2,19,011.87	3,12,403.12	5,86,891.18	1,71,600.93	19,50,796.17



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Notes to Accounts: Part B

A) Background

Terre Des Hommes Germany works for the welfare of children and women with focus on children suffering from poverty, destitution, ill health, malnutrition and are deprived of education and opportunities in 34 countries.

It has been in operation in India since 1976. During the year under review the Reserve bank of India has regularized the existing branch Office in Pune under UIN MUMBO17003611. It has obtained certificate of registration & establishment of place of business in India under Foreign Company Registration Number F06298 from the Registrar of Companies.

B) Significant Accounting Policies:

1. Basis of preparation of financial statements

- a) The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India and comply in all material respects with the Accounting Standards specified under Section 133 of the Companies Act 2013, read with Rule 7 of the Companies(Accounts) Rules, 2014 and the relevant provision of the Companies Act, 2013.
- b) The financial statements have been prepared under the historical cost convention on accrual basis.
- c) The accounting policies applied by the Company are consistent with those used in the previous year.

2. Use of Estimates:

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenue, expenses, current assets, non current assets, current liabilities, non current liabilities and disclosure of the contingent liabilities at the end of each reporting period. Although these estimates are based on management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amount of assets or liabilities in future periods.

3. Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short term, highly liquid investments that are readily convertible into known amounts of cash which are subject to an insignificant risk of changes in value.



4. Depreciation

Depreciation on fixed assets has been provided in a manner that amortizes the cost of the assets over their estimated useful lives on written down value method as per the useful life prescribed under Schedule-II to the Companies Act, 2013.

5. Revenue Recognition:

Revenue is recognized to the extent it is probable that the economic benefits will flow to the company and the revenue can be reliably measured:

- a) Grants and donations for projects received from third party funding agencies are recognized as income to the extent utilized during the year as per the terms of agreement/sanction & unutilized amounts are carried forward as liability & disclosed as "Unutilized Grant balance" under other current liabilities until the actual expenditure is incurred.
- b) Grants received from head office (Terre Des Hommes Germany) are treated as income to the extent utilized for recoupment of expenses incurred which are not covered by other funding agencies. Balance in head office account is treated as "General Fund" and is disclosed under Reserves and Surplus in the Balance Sheet.

6. Fixed Assets and Depreciation:

- a) Fixed Assets are stated at cost less accumulated depreciation and impairment (if any). Cost comprises of cost of acquisition/conversion and any attributable cost of bringing the asset to its working condition for its intended use.
- b) Depreciation is provided on the written down value method. Pursuant to Companies Act, 2013('the Act'), the company has aligned the depreciation rates based on the useful lives as specified in Part 'C' of Schedule II to the Act.

Fixed Assets	Useful Life
Computers	3
Furniture and Fixtures	10
Plant and Equipments	15
Vehicles-4 Wheeler	8

Depreciation on assets added/disposed off during the year has been provided on pro-rata basis with reference to the date of addition / disposal.

7. Impairment policy:

The company assesses at each balance sheet date whether there is any indication that an asset may have impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount is the higher of an asset's net selling price or its value in use. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.



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8. Foreign Currency Transactions:

Transactions denominated in foreign currency are recorded at the exchange rates prevailing on the date of the transaction. At the year end, monetary items denominated in foreign currencies other than those covered by forward contracts are converted into rupee equivalents at the year-end exchange rates. In respect of transactions covered by forward exchange contracts, the difference between the forward rate and the exchange rate at the date of the transaction is recognized as income or expense over the life of the contract.

9. Current / Non current classification of assets / liabilities:

The Company has classified all its assets / liabilities into current / non current portion based on the time frame of 12 months from the date of financial statements. Accordingly, assets / liabilities expected to be realized / settled within 12 months from the date of financial statements are classified as current and other assets / liabilities are classified as non current.

10. Employee Benefits:

Defined Contribution Plan: The contribution paid/payable under the defined contribution plans comprising of provident fund scheme and employees state insurance scheme is recognized during the period in which the employee renders the related service.

Defined Benefit Plan: Short term compensated absence benefits are accounted for by converting the balance leave to the credit of each employee as at the end of the year on the basis of the salary last drawn. Such liability is not funded. As regards defined benefits payable under the Payment of Gratuity Act, 1972, which are funded, the Company contributes to LIC Group Gratuity Scheme on the basis of actuarial valuation and has formed an approved gratuity fund for ensuring gratuity to its retiring employees.

11. Current Assets:

Other current assets viz. Book debts, loans, advances and deposits are stated after making adequate provision for balances considered doubtful. Balances considered irrecoverable are written off.

12. Borrowing Costs:

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of that asset. Other borrowing costs are recognized as an expense in the period in which they are incurred.



13. Provisions & Contingencies:

A provision is recognized when the company has a present obligation as a result of past events and it is probable that an outflow of resources is expected to settle the obligation, in respect of which a reliable estimate can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current management estimates. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.

14. Income Tax:

Income for the current period is determined on the basis of taxable income after considering the various exemptions / deductions available under The Income Tax Act, 1961.

15. General Funds:

The company receives general funds which are unrestricted from the head office. The excess of receipts over expenditure during the year, being general purpose in nature is carried forward for use in the future periods.

For M. P. Chitale & Co.
Chartered Accountants
Registration No.: 101851W


Niteenchandra Limaye
Partner
Membership No.: 042353



For and on behalf of the Executive Board
Terre des hommes Germany


Ingrid Mendonca
Regional Coordinator
Authorised Signatory



Place: Pune
Date: August 28, 2018